



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION IV

345 COURTLAND STREET, N.E.
ATLANTA, GEORGIA 30365

4WD-WPB

Doug Bailey, Environmental Engineer
Carrier Corporation
United Technologies
Post Office Box 4808
Carrier Parkway, TR-18
Syracuse, New York 13221

RE: Carrier Air Conditioning Company Site
Collierville, Shelby County, Tennessee
EPA ID#: TND044062222

Dear Mr. Bailey:

You should find enclosed a proposed Cost Recovery Agreement ("CRA") between the United States Environmental Protection Agency ("EPA") and the Carrier Corporation regarding the response costs incurred by EPA at the Carrier Air Conditioning Company Site (also known as the "Collierville Site") located in Collierville, Shelby County, Tennessee.

The enclosed CRA requires payment of \$298,692.01 within thirty (30) days of receiving a formal demand letter. This payment includes the sum of costs for fiscal year 1992 and all residual costs from the preceding fiscal years. Costs incurred after the end of the fiscal year 1992, September 30, 1992, and before February 11, 1993, the effective date of the Unilateral Administrative Order ("UAO"), will be billed under a subsequent demand letter.

Please execute the appropriate signature page of the enclosed CRA and return it to EPA within fifteen (15) days of your receipt of this letter at the following address:

Attention: Mr. Ray Strickland
U.S. Environmental Protection Agency - Region IV
Waste Management Division
Waste Programs Branch
345 Courtland Street, N.E.
Atlanta, Georgia 30365

As you may know, EPA recently proposed a new cost recovery rule setting forth higher indirect rates associated with the response costs (57 Fed. Reg. 34742, August 6, 1992). These rates may be applied retroactively (See 57 Fed. Reg. 34748). The higher rates were not used to calculate the response costs involved in this



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CRA. To ensure that the costs remain as presently calculated, please give this matter your immediate attention.

EPA will execute its signature page of the CRA and publish the proposed settlement in the Federal Register for public comment. If no comments are received disclosing facts or considerations which indicate that the CRA is inappropriate, EPA will provide you with written notice that the public comment period has expired and that the CRA has become effective. Payment will then be due according to the terms of the CRA.

If you have any questions regarding the CRA, please contact Mr. Ray Strickland at 404-347-5059. Any legal questions should be directed to Mr. Peter Raack at 404-347-2641 ext. 2243.

Sincerely yours,

H. Kirk Lucius, Chief
Waste Programs Branch
Waste Management Division

Enclosures